GOVERNMENT OF INDIA
PERSONNEL,PUBLIC GRIEVANCES AND PENSIONS
LOK SABHA

UNSTARRED QUESTION NO:917
ANSWERED ON:06.03.2002
PAYMENT OF SUPPLIERS
RAGHUNATH JHA;SHEESH RAM SINGH RAVI

Will the Minister of PERSONNEL,PUBLIC GRIEVANCES AND PENSIONS be pleased to state:

(a) whether it is a fact that payment of some of the suppliers has been withheld by the Kendriya Bhandar without informing the suppliers of the reasons in writing; and

(b) if so, the reasons therefor, alongwith action taken to inform the suppliers of specific reasons for withholding the payments or to release the payments forthwith with interest?

Answer

THE MINISTER OF STATE OF THE MINISTRY OF SMALL SCALE INDUSTRIES, MINISTER OF STATE IN THE MINIS PERSONNEL, PUBLIC GRIEVANCES AND PENSIONS, MINISTER OF STATE IN THE MINISTRY OF PLANNING AND M OF STATE IN THE DEPARTMENTS OF ATOMIC ENERGY AND SPACE. (SMT.VASUNDHARA RAJE)

(a)&(b): Kendriya Bhandar has withheld the payment of some of the suppliers for breach of terms and conditions of agreement/undertaking submitted by them to Kendriya Bhandar. The details of the amount withheld from the dues of suppliers is given hereunder:-

(i) A sum of Rs. 2,51,330.00 has been withheld from the dues of M/s VSM Advance Automation (authorized dealer of M/s H.C.L) due to the reason that the supplier to some Government Departments had quoted rates lower than the rates approved by Kendriya Bhandar

(ii) A sum of Rs. 60 lakhs (Approx.) has been withheld from the dues payable to M/s Xerox Modi Corporation owing to the reason that they had sold photocopier paper to some government Departments at a rate lower than the approved rate of Kendriya Bhandar.

The suppliers are aware of the reasons of their payment being withheld, though no formal written communication has been sent by Kendriya Bhandar.